

BILLIKIN RESOURCES LTD.

Corporate Structure

ZEBALLOS PROPERTY TO BE DRILLED

Public Offering: By 30Mar83 prospectus registered 31Mar83 with B.C. Sup't of Brokers, Billikin Resources Inc. offered all 600,000 shares at 60¢ each to net 50¢, a total of \$300,000.

Incorporated: B.C. 26Mar81.

Head Office: suite 14, 7375 Kingsway, Burnaby, BC.

Registered Office: 2400-1066 West Hastings St., Vancouver, B.C.

Registrar & Tsf. Ag: Canada Trust Company

Authorized Capital: 10,000,000 no par.

Shares Issued:

For \$61,000 at 20¢	305,000
For property	750,000
Offered 30Mar83 prospectus	600,000
Outstanding on completion	1,655,000

Escrow & Pool Shares: 750,000 escrowed; 305,000 pooled for release 25% on V.S.E. listing day, 25% each 3 months thereafter.

Directors: Lloyd Whalen, president, Burnaby, B.C.; Jack Farley, vice-president, West Vancouver;

Bernard Reginald Street, secretary, Burnaby, B.C.

Principal Shareholders: Lloyd Whalen, Robert Shaw, Charles Connaghan, and Farley Enterprises all with 157,143, Merle Cloutier with 764,285, and Bernard R. Street with 162,143.

Billikin Resources Ltd. has a 100% interest in the Beano Claim comprising six units 3.5 miles northeast of Zeballos, West Coast of Vancouver Island, B.C. A 1950 report by J.S. Stevenson indicates assays from samples taken from pyrrhotite-rich lenses ranged from 1.60 oz gold per ton to 6.06 oz gold per ton. Records show that 23 tons shipped in 1948-49 averaged 4.6 oz gold per ton and 1.96 oz silver per ton.

Dr. W.D. Groves, P.Eng., in his report dated 29Jun81 states that assays obtained by him on the property from a chip sample across an 8 foot width in the massive pyrrhotite were 2.44oz/ton gold and 0.15 oz/ton silver. Somewhat lower values were obtained from the tremolite-pyrrhotite mixed rock due to dilution by tremolite. The highest assay of 2.66 oz/ton gold was obtained from a piece of quartz-pyrrhotite float in Bingo canyon below the showings.

Dr. Groves estimates that the combined dimensions of pyrrhotite-actinolite pods

in view in the showings area are 15 feet by 50 feet by 100 feet being width, height and length, respectively. About a quarter of this would be represented by a pyrrhotite-rich core or approx. 2,500 tons. He recommends a \$150,000 program for 1983 consisting of access preparation, ground EM and mag survey, soil geochemical, geological sampling and diamond drilling.

CUSAC INDUSTRIES LIMITED

CONTINUED FROM PAGE ONE - The company had completed construction of a 50-ton per day concentrating plant which was tested in the fall of last year. Cusac has retained Doug Redden, who has had considerable experience operating similar plants, as mill manager. Tuning up of the plant has started in anticipation of full operation about 1Jun83. The company has a surface stockpile of about 800 to 1,000 tons grading between 0.25 and 0.30 oz. gold per ton. This material will be used in the tune up period and as mining and milling capacities increase.

At approximately 178 feet from the portal of the main level, the crosscut intersected the Freddy vein across a 6-foot width grading 0.55 oz. gold per ton. The Freddy vein was drifted along for some 60 feet across an average width of 6 feet grading between 0.35 and 0.45 oz. gold per ton. The extensions of this vein will be drifted along as a second phase of exploration and development in the current program. The underground values on the Freddy vein have been in the 0.3 to 0.6 oz. gold per ton range and indicate a three to four times increase from the 0.1 to 0.15 oz. gold per ton values obtained in the diamond drilling from surface. The company has drilled a total of 46 holes from surface on the property; most have been to depths of less than 100 feet. The work to date has shown no diminution of grade at depth. The depth potential for these veins is considered similar to that at the nearby Erickson Gold Mine where gold values are making ore at 750 feet below surface and where the geological conditions are considered similar to those on the Cusac mine.

A further target for the exploration program is the Dino vein which has yielded, in a mining test, 500 tons grading 2.19 oz. gold per ton. This vein is open to extension down dip and along strike and will be tested this season.

TAURUS RESOURCES LTD.

UNITED HEARNE RESOURCES LTD.

CASSIAR GOLD PLANT CAPACITY INCREASE UNDERWAY - Taurus Resources Ltd. has reported to United Hearne Resources Ltd. on the gold mine operations near Cassiar, B.C. Plans to expand the mine operation to 300 tons per day are proceeding satisfactorily. The major components for the mill expansion have been purchased and installation should be completed by early July, 1983.

A decline to provide access for the new lower 3375 level is nearing completion and drifting on both the 3500 and 3600 levels is opening up veins indicated by the 1982 surface drill program. Assays along the wall of the decline averaged 0.34 oz. gold per ton over 45 feet with the best section averaging 0.66 oz. gold/t over 20 feet. This vein has been drilled 150 feet further east with results of 0.76 oz. gold/t over 2 feet and 0.31 oz. gold/t over 3.7 feet.

United Hearne owns 2,891,126 Class B, non-voting shares of Taurus, being all of the Class B shares. Taurus also has outstanding at present 3,579,405 Class A shares, which shares are listed for trading on the Vancouver Stock Exchange and NASDAQ.